1983 HAR 24 PM 12: 31

HOUSE OF REPRESENTATIVES

Retty Microsofthe House

FILED MAR 1 0 1983

By Esans, C

#J.R. No. 105

A JOINT RESOLUTION

proposing a constitutional amendment to replace the limitation on the value of an urban homestead with a limitation based on size.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. That Article XVI, Section 51, of the Texas Constitution be amended to read as follows:

Sec. 51. The homestead, not in a town or city, shall consist of not more than two hundred acres of land, which may be in one or more parcels, with the improvements thereon; the homestead in a city, town or village, shall consist of lot[7] or lots amounting to not more than one acre of land, together with any improvements on the land[7-net-te-exceed-in-value-Ten-Theusand-Dellars7-at-the-time ef--their--designation--as--the-homestead7-without-reference-te-the value-ef-any-imprevements-thereon]; provided, that the same shall be used for the purposes of a home, or as a place to exercise the calling or business of the homestead claimant, whether a single adult person, or the head of a family; provided also, that any temporary renting of the homestead shall not change the character of the same, when no other homestead has been acquired. [This amendment-shall-become-effective-upen-its-adoption-]

SECTION 2. This proposed constitutional amendment shall be submitted to the voters at an election to be held November 8, 1983. The ballot shall be printed to provide for voting for or against the proposition: "The constitutional amendment replacing the limitation on the value of an urban homestead with a limitation

1 based on size."

A . . .

B. Bush
By Evans, C.

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1983 APR 11 PM 8: 23 HOUSE SESSE COMMINITTEE REPORT

1st Printing

By Evans of Tarrant, et al.

H.J.R. No. 105

A JOINT RESOLUTION

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H.J.R. No. 105

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COMMITTEE REPORT

The Honorable Gib Lewis
Speaker of the House of Representatives

have had the same under

| | A DV A | 4.J.R. 10 | 95 | have had the same under |
|--|--|----------------------------|----------------------------|-------------------------|
| We, your COMMITTEE ON JUDICIA consideration and beg to report back | AHY, to whom was referred. with the recommendation to | | sure) | |
| do pass, without amendment. do pass, with amendment(s). do pass and be not printed; a | | tute is recommended in lie | eu of the original measure | 3. |
| A fiscal note was requested. (| es () no | | | |
| An author's fiscal statement was requ | uested. () yes (Uno | | | |
| An actuarial analysis was requested. | () yes (Tho | | | |
| The Committee recommends that th | is measure be placed on the | (Local) or (Consent) | · Calendar. | |
| This measure () proposes new () amends existing proposes. A House Sponsor of Senate Measure The measure was reported from Cor | ng taw. en amendment to | | tion. | |
| , | AYE | NAY | PNV | ABSENT |
| Bush, Ch. | | | | |
| Khoury, V.C. | | | | |
| Garcia, M., C.B.O. | | | | |
| Armbrister | | | | |
| Cavazos | | | | |
| Kemp | | | | |
| Martinez, R. | | | | |
| Toomey | | | | |
| Wilson | <u> </u> | | | |
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| . | ent, not voting | | RMAN AITTEE ODORDINA | TOR |
| abse | nt | 1 | | |

By: Evans

BILL ANALYSIS

Background Information:

Currently, the state constitution provides for two types of limitations on homestead exemptions. Persons residing in rural areas can exempt up to 200 acres from creditors' claims, while persons living in cities or towns may exempt any lot or lots, including improvements, as long as the total value does not exceed \$10,000.

Critics claim that the current monetary limitation is too low. The original exemption was set at \$5,000 in 1876, which in present day dollars is much greater than than \$10,000. In addition, with inflation becoming a fixture of economic life, the burden of periodically amending the constitution to maintain fair monetary limitations is onerous. The bill would eliminate the monetary limitation and substitute an area requirement, thus standardizing the method of limiting the homestead exemption and obviating the need for further constitutional revisions.

Purpose:

H.J.R. 105 amends existing law to replace the limitation on monetary value of an urban homestead with a limitation on size.

Section-by-Section Analysis:

Section 1. Amends Article IVI, Section 51, of the state constitution to eliminate the monetary limitation on exemptions for homesteads located in cities or towns, and to replace it with a size limitation of one acre of land, including improvements.

Section 2. The election on the amendment shall take place on November 8, 1983.

Section 3. Emergency clause.

Rulemaking Authority:

This amendment does not delegate any rulemaking authority to any state agency, department, officer, or institution.

Summary of Committee Action:

Public notice was posted in accordance with Rule 4, Section 12 of the Rules of Procedure of the House of Representatives and a public hearing was held on March 30, 1983.

Dr. Joseph W. McKnight of Dallas, Professor of Law at S.M.U. School of Law, representing himself and the Legislative Drafting Center, appeared to testify in favor of H.J.R. 105.

H.J.R. 105 was left as pending business before the full Committee.

On April 6, 1983, the Chair laid out H.J.R. 105 in its original form. The Committee voted to adopt H.J.R. 105 and to report the measure favorably to the House with the recommendation that it do pass by a record vote of 7 ayes, 1 present not voting, no nays, and 1 absent

LEGISLATIVE BUDGET BOARD

Austin, Texas

FISCAL NOTE

March 28, 1983

Honorable Bob Bush, Chair Committee on Judiciary House of Representatives Austin, Texas

In Re:

House Joint Resolution No. 105

By: C. Evans

Sir:

In response to your request for a Fiscal Note on House Joint Resolution No. 105 (proposing a constitutional amendment to replace the limitation on the value of an urban homestead with a limitation based on size) this office has determined the following:

No significant fiscal implication to the State or units of local government is anticipated.

The cost of publication of this resolution is \$47,750.

Jim Oliver Director

Source:

Secretary of State; LBB Staff: JO, JH, KH, BL

Amendment No. 555 1012. This amendment applies to all homesteads in this state, including homestrads arguned before the adoption of this amendment. Renumber Section 2 as Section 3.

ADOPTED

APR 14 1983

Betty Mussey
Chief Clerk
House of Representatives

A JOINT RESOLUTION

- 1 proposing a constitutional amendment to replace the limitation on
- 2 the value of an urban homestead with a limitation based on size.
- 3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. That Article XVI, Section 51, of the Texas 5 Constitution be amended to read as follows:
- 6 Sec. 51. The homestead, not in a town or city, shall consist
- 7 of not more than two hundred acres of land, which may be in one or
- 8 more parcels, with the improvements thereon; the homestead in a
- 9 city, town or village, shall consist of lot[7] or lots amounting to
- not more than one acre of land, together with any improvements on
- 11 the land[7-net-te-exceed-in-value-Ten-Thousand-Dellars7-at-the-time
- 12 of--their--designation--as--the-homestead,-without-reference-to-the
- 13 value-of-any-improvements-thereon]; provided, that the same shall
- 14 be used for the purposes of a home, or as a place to exercise the
- 15 calling or business of the homestead claimant, whether a single
- 16 adult person, or the head of a family; provided also, that any
- 17 temporary renting of the homestead shall not change the character
- of the same, when no other homestead has been acquired. [This
- amendment-shall-become-effective-upon-its-adoption.]
- 20 SECTION 2. This proposed constitutional amendment shall be
- submitted to the voters at an election to be held November 8, 1983.
- 22 The ballot shall be printed to provide for voting for or against
- 23 the proposition: "The constitutional amendment replacing the
- 24 limitation on the value of an urban homestead with a limitation

H.J.R. No. 105

1 based on size."

HOUSE MENGROSSMENT

By Evans of Tarrant, et al.

H.J.R. No. 105

A JOINT RESOLUTION

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SECTION 2. This amendment applies to all homesteads in this state, including homesteads acquired before the adoption of this amendment.

SECTION 3. This proposed constitutional amendment shall be submitted to the voters at an election to be held November 8, 1983.

H.J.R. No. 105

- 1 The ballot shall be printed to provide for voting for or against
- 2 the proposition: "The constitutional amendment replacing the
- 3 limitation on the value of an urban homestead with a limitation
- 4 based on size."

By: Evans of Tarrant, et al.(Senate Sponsor-Caperton)H.J.R. No. 105 (In the Senate - Received from the House April 18, 1983; April 19, 1983, read first time and referred to Committee on State Affairs; May 19, 1983, reported favorably; May 19, 1983, sent to printer.)

A JOINT RESOLUTION

proposing a constitutional amendment to replace the limitation on the value of an urban homestead with a limitation based on size.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

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35 * * * * *

36 Austin, Texas 37 May 19, 1983

38 Hon. William P. Hobby39 President of the Senate

40 Sir:

We, your Committee on State Affairs to which was referred H.J.R. No. 105, have had the same under consideration, and I am instructed to report it back to the Senate with the recommendation that it do pass and be printed.

45 Farabee, Chairman

H.J.R. 105 by Evans (Caperton)

Proposing a constitutional amendment to replace the limitation on the value of an urban homestead with a limitation based on size.

Background Information:

Currently, the state constitution provides for two types of limitations on homestead exemptions. Persons residing in rural areas can exempt up to 200 acres from creditors' claims, while persons living in cities or towns may exempt any lot or lots, including improvements, as long as the total value does not exceed \$10,000.

Problems that the Bill Addresses:

Critics claim that the current monetary limitation is too low. The original exemption was set at \$5,000 in 1876, which in present day dollars is much greater than \$10,000. In addition, with inflation becoming a fixture of economic life, the burden of periodically amending the constitution to maintain fair monetary limitations is onerous. The bill would eliminate the monetary limitation and substitute an area requirement, thus standardizing the method of limiting the homestead exemption and obviating the need for further constitutional revisions.

How This Bill Will Solve the Problem(s):

H.J.R. 105 amends existing law to replace the limitation on monetary value of an urban homestead with a limitation on size of one acre, including improvements.

Section by Section Analysis:

SECTION 1: Amends Article XVI, Section 51, of the state constitution to eliminate the monetary limitation on exemptions for homesteads located in cities or towns, and to replace it with a size limitation of one acre of land, including improvements.

SECTION 2: This amendment applies to all Texas homesteads, including those acquired before the adoption of this amendment.

SECTION 3: The election on the amendment shall take place on November 8, 1983.

SECTION 4: Emergency Clause.

LEGISLATIVE BUDGET BOARD

Austin, Texas

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March 28, 1983

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The cost of publication of this resolution is \$47,750.

Source:

Secretary of State; LBB Staff: JO, JH, KH, BL

/ ENROLL**ED**

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H.J.R. No. 105

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| Preside | nt of the Senate | | | | Spea | aker | of | the H | ouse | |
|-------------|------------------|-----|------------|-----|-------|------|------|-------|---------|-----|
| I cer | tify that H.J.R. | No. | 105 | was | pas | sed | bу | the | House | or |
| April 14, | 1983, by the | fol | lowi | ng | vote: | Y | eas | 139, | Nays C | , 2 |
| present, no | t voting. | | | | | | | | | |
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| | | | | | Chie | f Cl | erk | of th | e House | ! |
| I cer | tify that H.J.R. | No. | 105 | was | pass | ed b | y th | e Sen | ate on | May |
| | y the following | | | | | | | | | |
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| | | | | | Secr | etar | y of | the | Senate | |
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| APPROVED: | | | - : | | | | | | | |
| | Date | | | | | | | | | |
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| | Governor | | | | | | | | | |
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| RECEIVED: | | | | | | | | | | |
| | Date | | | | | | | | | |
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HOUSE JOINT RESOLUTION

| e value of an u | itutional amendment to replace the limitation on rban homestead with a limitation based on size. | APR 1 4 1983 | 11. Ordered Engrossed at 1:32 from |
|---|---|--------------|---|
| MAR 1 0 1000 | 1. Filed with the Chief Clerk. | APR 1 4 1983 | 12. Engrossed. |
| MAR 2 3 1989 | 2. Read first time and referred to Committee on | APR 1 4 1983 | 13. Returned to Chief Clerk at |
| APR 1983 | 3. Reported favorably (as substituted) and sent to Printer at 3:55 pm 7 pg | APR 1 8 1983 | 14. Sent to the Senate. Betty Museaux Chair Clark of the House |
| APR 1 1 1983 | 4. Printed and distributed at 8:23 pw | APR 1 8 1983 | . 15. Received from the House |
| 4 | 5. Sent to Committee on Calendars at 91.16 g.w | APR 19 1983 | . 16. Read, referred to Committee on STATE AFFAIRS |
| | 5. Sent to Committee on Calendars at | MAY 1 9 1983 | 17. Reported favorably |
| . APR 1 4 1983 | 6. Read second time (amended) and (finally) passed to This by a Record Vote of | | 18. Reported adversely, with favorable Committee Substitute; Committee Substitute read first time. |
| | 7. Motion to reconsider and table the vote by which H.J.R was ordered | | 19. Ordered not printed. |
| | engrossed prevailed (failed) by (Non-Record Vote) (Record Vote of present, not voting). | WAY 24 1983 | 20. Regular order of business suspended by Unauchaele (aviva voce voter) |
| *************************************** | 8. Read third time (amended) and finally adopted (failed of adoption) by a Record Vote of yeas, present, not voting. | | yeas, nays. |
| · / | 9. Caption ordered amended to conform to body of resolution. | | 21. To permit consideration, reading and passage, Senate and Constitutional Rule suspended by vote of |
| 1 | 10. Motion to reconsider and table the vote by which H.J.R was finally adopted prevailed (failed) by a (Non-Record Vote) Record Vote of yeas, nays, and present, not voting). | MAY 2 4 1903 | 22. Read second time passed to third reading by a viva voce vote yeas, |

| | 23. Caption ordered amended to conform to body of bill. |
|---------------|---|
| MAY 2 4 1983 | 24. Senate and Constitutional 3-Day Rules suspended by vote of yeas, nays to place bill on third reading and final passage. |
| MAY 2 4 1983 | 25. Read third time and passed by (a viva voce vote.) (|
| OTHER ACTION: | OTHER ACTION: Secretary of the Senate |
| 5-24-83 | 26. Returned to the House. |
| MAY 2 4 1983 | 27. Received from the Senate (with amondments,) (as substituted.). |
| | 28. House (Concurred) (Refused to Concur) in Senate (Amendments) by a (Non-Record Vote) (Record Vote of yeas, nays, present, not voting). |
| | 29. Conference Committee Ordered. |
| | 30. Conference Committee Report Adopted (Rejected) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting). |
| MAY 2 4 1983 | 31. Ordered Enrolled at3'30pm |

1983, APR 11 PN 8-23
HOUSE OF REPRESENTATIVES

1983 APR 14 FM 4: SI House of Representatives